

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

**RECEIVED**

P

MAY 13 2005

WS-02199A  
Pima Utility Company (sewer)  
9532 East Riggs Rd.  
Sun Lakes AZ 852487411

**AZ Corporation Commission**  
**Director Of Utilities**

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2004
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FOR COMMISSION USE

ANN05	04
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## COMPANY INFORMATION

**Company Name (Business Name)** Pima Utility Company

**Mailing Address** 9532 E Riggs Road

Sun Lakes  
(City)

Arizona  
(State)

85248  
(Zip)

(480) 895-9200

Telephone No. (Include Area Code)

(480) 895-4347

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** 24607 S Price Road

Sun Lakes  
(City)

Arizona  
(State)

85248  
(Zip)

(480) 895-5009

Local Office Telephone No. (Include Area Code)

(480) 802-9463

Fax No. (Include Area Code)

(602) 757-1548

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** James Poulos General Manager

(Name)

(Title)

9532 E Riggs Road

(Street)

Sun Lakes

(City)

Arizona

(State)

85248

(Zip)

(480) 895-9200

Telephone No. (Include Area Code)

(480) 895-4347

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**On Site Manager:** Dave Voorhees

(Name)

24607 S Price Road

(Street)

Sun Lakes

(City)

Arizona

(State)

85248

(Zip)

(480) 895-5009

Telephone No. (Include Area Code)

(480) 802-9463

Fax No. (Include Area Code)

(602) 757-1548

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** FC Service Corporation

(Name)

3003 N Central Ave #2600

(Street)

Phoenix

(City)

Arizona

(State)

85012-2913

(Zip)

(602) 916-5000

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Marty Aronson

(Name)

One E Camelback Road

(Street)

Phoenix

(City)

Arizona

(State)

85012

(Zip)

(602) 263-2972

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME** Pima Utility Company - Sewer Division

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights	92,008	0	92,008
354	Structures and Improvements			
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	5,440,132	2,334,919	3,105,213
362	Special Collecting Structures	561,174	142,626	418,548
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	1,259,822	656,923	602,899
380	Treatment and Disposal Equip.	10,074,185	2,433,107	7,641,078
381	Plant Sewers			
382	Outfall Sewer Lines	520,926	202,686	318,240
389	Other Plant and Misc. Equipment	314,231	209,714	104,517
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	<b>TOTALS</b>	<b>18,262,478</b>	<b>5,979,975</b>	<b>12,282,503</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises			
353	Land and Land Rights	92,008		0
354	Structures and Improvements			
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	5,440,132	.0187	101,649
362	Special Collecting Structures	561,174	.0199	11,158
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	1,259,822	.0720	90,725
380	Treatment and Disposal Equip.	10,074,185	.0496	499,302
381	Plant Sewers			
382	Outfall Sewer Lines	520,926	.0684	35,642
389	Other Plant and Misc. Equipment	314,231	.1198	37,642
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	<b>TOTALS</b>	<b>18,262,478</b>	<b>.0425</b>	<b>776,118</b>

This amount goes on the Comparative Statement of Income and Expense Acct. 403

Amort of CIAC	(42,384)
	<u>733,734</u>
	<u>733,734</u>

**COMPANY NAME**      Pima Utility Company - Sewer Division

### **BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
132	Special Deposits	1,278,678	1,263,654
135	Temporary Cash Investments		
141	Customer Accounts Receivable	226,779	242,624
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	2,256,475	2,159,066
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 3,761,932	\$ 3,665,344
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 17,735,837	\$ 18,262,478
103	Property Held for Future Use		
105	Construction Work in Progress	16,904	118,983
108	Accumulated Depreciation – Utility Plant	5,203,857	5,979,975
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 12,548,884	\$ 12,401,486
	<b>TOTAL ASSETS</b>	\$ 16,310,816	\$ 16,066,830

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 54,526	\$ 170,405
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	2,225,214	1,826,352
235	Customer Deposits		
236	Accrued Taxes	82,495	103,166
237	Accrued Interest	320,088	308,850
241	Miscellaneous Current and Accrued Liabilities	4,211	2,300
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 2,686,534	\$ 2,411,073
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 8,830,000	\$ 8,520,000
	<b>DEFERRED CREDITS</b>		
252	Advances in Aid of Construction	\$	\$
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	937,694	937,694
272	Less: Amortization of Contributions	(459,943)	(502,327)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 477,751	\$ 435,367
	<b>TOTAL LIABILITIES</b>	\$ 11,994,285	\$ 11,366,440
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 72,624	\$ 72,624
211	Other Paid in Capital	4,037,614	4,037,614
215	Retained Earnings	206,293	590,152
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 4,316,531	\$ 4,700,390
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 16,310,816	\$ 16,066,830

**COMPANY NAME**

Pima Utility Company - Sewer Division

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 2,524,536	\$ 2,612,471
522	Measured Revenues	212,415	156,061
536	Other Wastewater Revenues	296,010	184,080
	<b>TOTAL REVENUES</b>	<b>\$ 3,032,961</b>	<b>\$ 2,952,612</b>
	<b>OPERATING EXPENSES</b>		
701	Salaries and Wages	\$ 382,558	\$ 375,581
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	136,655	141,804
716	Fuel for Power Production		
718	Chemicals	73,174	44,622
720	Materials and Supplies	265,593	274,916
731	Contractual Services – Professional	13,764	20,269
735	Contractual Services – Testing	18,911	18,673
736	Contractual Services – Other	42,000	42,000
740	Rents		
750	Transportation Expense		
755	Insurance Expense	25,958	24,906
765	Regulatory Commission Expense		
775	Miscellaneous Expense	132,499	141,793
403	Depreciation Expense	702,761	733,734
408	Taxes Other Than Income		
408.11	Property Taxes	164,320	206,343
409	Income Taxes		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 1,958,193</b>	<b>\$ 2,024,641</b>
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ 30,945	\$ 15,496
421	Non-Utility Income	39,092	80,018
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	676,675	654,925
	<b>TOTAL OTHER INCOME/EXPENSE</b>	<b>\$ (606,638)</b>	<b>\$ (559,411)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 468,130</b>	<b>\$ 368,560</b>



**COMPANY NAME** Pima Utility Company - Sewer Division

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	12/12/95			
Source of Loan	IDA Bonds			
ACC Decision No.	59130			
Reason for Loan	Construction			
Dollar Amount Issued	\$ 10,300,000	\$	\$	\$
Amount Outstanding	\$ 8,520,000	\$	\$	\$
Date of Maturity	Various			
Interest Rate	7.25 %	%	%	%
Current Year Interest	\$ 628,937	\$	\$	\$
Current Year Principle	\$ 310,000	\$	\$	\$

**COMPANY NAME** Pima Utility Company - Sewer Division

## WASTEWATER COMPANY PLANT DESCRIPTION

### TREATMENT FACILITY

<b>TYPE OF TREATMENT</b> (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Sequential batch reactors with Aerobic Digesters, Sand Filtration, and Ultra-Violet Disinfection
<b>DESIGN CAPACITY OF PLANT</b> (Gallons Per Day)	2,400,000

### LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
See Attached				

### FORCE MAINS

Size	Material	Length (Feet)
4-inch		
6-inch	Included In Collection System	

### MANHOLES

Type	Quantity
Standard	1,343
Drop	

### CLEANOUTS

Quantity
220

# PIMA UTILITY COMPANY

## A STATEMENT ATTACHED TO AND MADE PART OF THE ANNUAL SEWER REPORT TO THE ARIZONA CORPORATION COMMISSION FOR THE YEAR ENDED DECEMBER 31, 2004

Location		Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump	Wet Well Capacity
Maryland	Lift Station #1	2	20	650	14,960 Gallons
Dobson	Lift Station #2	2	15	500	1,878 Gallons
Cochise	Lift Station #3	2	5	375	2,900 Gallons
S. Brentwood	Lift Station #4	2	3.5	250	2,900 Gallons
N. Brentwood	Lift Station #5	2	3.5	250	2,900 Gallons
N. Alma School	Lift Station #6	2	2.5	250	3,229 Gallons
S. Alma School	Lift Station #7	2	3.5	250	3,229 Gallons
Santan	Lift Station #8	2	3.5	250	3,229 Gallons
Sunnydale	Lift Station #9	2	3.5	250	3,229 Gallons
Unit 27	Lift Station #10	2	7.5	500	18,700 Gallons
Unit 31	Lift Station #11	2	10	500	18,700 Gallons
Unit 32	Lift Station #12	2	15	750	134,640 Gallons
Yard	Lift Station #13	2	10	500	2,000 Gallons
McDonalds	Lift Station #14	2	2	200	2,000 Gallons
SanTan Vista	Lift Station #15	2	2	250	2,000 Gallons

**COMPANY NAME** Pima Utility Company - Sewer Division

**WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**COLLECTION MAINS**

Size (in inches)	Material	Length (in feet)
4	PVC	18,401
6	PVC	19,102
8	PVC	380,324
10	PVC	62,042
12	PVC	31,076
15	PVC	2,541
18		
21		
24		
30		
2	PVC	200

**SERVICES**

Size (in inches)	Material	Quantity
4	Poly & Copper	9,752
6	Poly & Copper	93
8		
12		
15		

**FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY**

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	Centrifuge
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	Ultra-Violet
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Sand and Anthracite
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	Lift stations, operation building, solids building, MCC screens, presses, generator, sludge pumps, polymer blender, thickener, centrifuge, scrubber, equipment galler, EQ
<b>OTHER</b> (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	tanks, SBR's, filters, UV disinfection, effluent pump station. Laboratory Supplies

**COMPANY NAME** Pima Utility Company - Sewer Division

### **WASTEWATER FLOWS**

<b>MONTH/YEAR (Most Recent 12 Months)</b>	<b>NUMBER OF SERVICES</b>	<b>TOTAL MONTHLY SEWAGE FLOW</b>	<b>SEWAGE FLOW ON PEAK DAY</b>
Jan - 04	9,002	34,875,000	1,328,000
Feb - 04	9,026	33,567,000	1,440,000
Mar - 04	9,052	36,572,000	1,319,000
Apr - 04	9,086	32,711,000	1,318,000
May - 04	9,113	28,977,000	1,181,000
Jun - 04	9,142	26,384,000	1,119,000
Jul - 04	9,179	26,831,000	1,017,000
Aug - 04	9,205	26,991,000	1,120,000
Sep - 04	9,230	28,950,000	1,177,000
Oct - 04	9,263	30,732,000	1,172,000
Nov - 04	9,293	32,714,000	1,446,000
Dec - 04	9,322	35,248,000	1,371,000

### **PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE**

<b>Method of Effluent Disposal</b> (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Recharge & Reuse
<b>Wastewater Inventory Number</b> (all wastewater systems are assigned an inventory number)	100557
<b>Groundwater Permit Number</b>	N/A
<b>ADEQ Aquifer Protection Permit Number</b>	P100557
<b>ADEQ Reuse Permit Number</b>	R100557
<b>EPA NPDES Permit Number</b>	N/A

## STATISTICAL INFORMATION

Total number of customers 9,322

Total number of gallons treated 374,552,000 gallons

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>0</u>

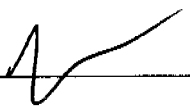
**Amount of Grossed-Up Contributions/Advances:**

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

5-12-05  
DATE

James L. Poulos  
PRINTED NAME

General Manager  
TITLE

**COMPANY NAME** Pima Utility Company-Sewer Division **YEAR ENDING 12/31/2004**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 185,331.15

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

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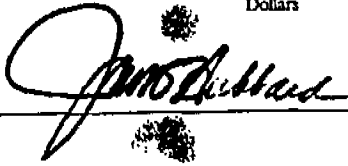
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ABSENCE OF U.S. PATENT NUMBERS IN THE LEFT MARGIN INDICATES THAT THIS CHECK IS FRAUDULENT THIS AREA IS PRINTED WITH A PINK HEAT SENSITIVE INK THAT WILL DISAPPEAR WHEN BLOWING OR RUBBING.

<u>Customer Data</u>	<u>Bank #</u>	<u>GL Category</u>	<u>CD VolID/CIMS Key</u>	<u>CD Label</u>
20040402 MARICO	601	0000000000000	20040430121701	20040430121701

THIS CHECK IS VOID WITHOUT A GREEN & BLUE BORDER AND BACKGROUND PLUS A KNIGHT & FINGERPRINT WATERMARK ON THE BACK - HOLD AT ANGLE TO VIEW						
<div><div>PIMA UTILITY COMPANY-WATER DIVISION</div><div>9532 E Riggs Rd Sun Lakes, AZ 85248-7411</div><div>Pay</div><div>ONE HUNDRED SIXTY THOUSAND EIGHTY SEVEN AND 58/100 *****</div><div><div>To The Order Of</div><div>MARICOPA COUNTY TREASURER 301 W JEFFERSON ST PHOENIX AZ 85003-2143</div></div></div>		<div>Bank One, NA 201 N Central Ave Dept 383 Phoenix, AZ 85038</div> <div>91-2/1221</div> <div>310623</div> <table><thead><tr><th>Date</th><th>Amount</th></tr></thead><tbody><tr><td>10/15/04</td><td>\$***160,087.58</td></tr></tbody></table> <div><div></div><div>Dollars</div></div> <div>SIGNATURE AREA CONTAINS A KNIGHT &amp; FINGERPRINT CHECK WORDING</div>	Date	Amount	10/15/04	\$***160,087.58
Date	Amount					
10/15/04	\$***160,087.58					
<div>#310623# 122600024: 0919 4278#</div> <div>#0016008758#</div> <div>ABSENCE OF PINK U.S. PATENT NUMBERS UNDER SIGNATURE INDICATES CHECK IS FRAUDULENT. PATENT NUMBERS ARE PRINTED WITH HEAT SENSITIVE INK &amp; WILL DISAPPEAR WHEN BLOWING OR RUBBING.</div>						

[illegible]

<b><u>Location</u></b>	<b><u>Acct #</u></b>	<b><u>Check #</u></b>	<b><u>Amount</u></b>	<b><u>Issue Date</u></b>	<b><u>Paid Date</u></b>	<b><u>Sequence</u></b>
CD	9194278	310623	\$160,087.58	10/15/2004	10/28/2004	5240163336
<b><u>Customer Data</u></b>		<b><u>Bank #</u></b>	<b><u>GL Category</u></b>	<b><u>CD VolID/CIMS Key</u></b>		<b><u>CD Label</u></b>
20041015 MARICOPA		601	000000000000	20041029092001		20041029092001

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

MAY 13 2005

AZ Corporation Commission  
Director Of Utilities

**VERIFICATION**

STATE OF ARIZONA

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME)
MARICOPA
NAME (OWNER OR OFFICIAL) TITLE
BRIAN J. SMITH - CONTROLLER
COMPANY NAME
PIMA UTILITY COMPANY - SEWER DIVISION

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 3,044,149

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 11,537  
IN SALES TAXES BILLED, OR COLLECTED)

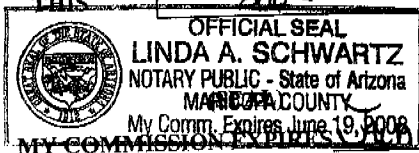
**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

**DAY OF**



*Brian J. Smith*  
SIGNATURE OF OWNER OR OFFICIAL  
(480) 895-9200  
TELEPHONE NUMBER

COUNTY NAME
MARICOPA
MONTH
APRIL
, 20
05

*Linda A. Schwartz*  
SIGNATURE OF NOTARY PUBLIC

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY

**RECEIVED**

MAY 13 2005

VERIFICATION

AZ Corporation Commission  
Director Of Utilities

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>	
NAME (OWNER OR OFFICIAL) <u>BRIAN J. SMITH</u>	TITLE <u>CONTROLLER</u>
COMPANY NAME <u>PIMA UTILITY COMPANY - SEWER DIVISION</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2004</u>
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

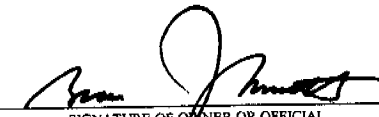
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$ <u>2,568,674</u>
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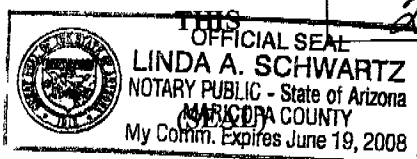
(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ -0-  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X   
SIGNATURE OF OWNER OR OFFICIAL  
  
(480) 895-9200  
TELEPHONE NUMBER

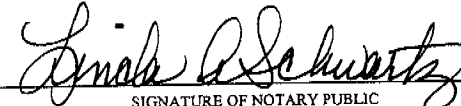
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



MY COMMISSION EXPIRES June 19, 2008

NOTARY PUBLIC NAME <u>Linda A. Schwartz</u>	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>APRIL</u>	, <u>20</u> <u>05</u>

X   
SIGNATURE OF NOTARY PUBLIC

## FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**